



**GREATER
KOKSTAD
MUNICIPALITY**

PROVINCE OF KWAZULU-NATAL

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OFFICE OF THE MUNICIPAL MANAGER

GREATER KOKSTAD MUNICIPALITY

Extract from the Minutes of the Special Council Meeting No. 33 held on Thursday, 28 May 2020 at 09h00 in the Council Chamber/ MS Teams Kokstad.

Councillors (present)

ANC

:

Speaker, Councillor Z A Mhlongo
Mayor, Councillor B M Mtolo
Deputy Mayor, Councillor K J Walker
Councillor H T Mngonyama
Councillor N Mavuka
Councillor, Z R Tshazi
Councillor, E Bhengu
Councillor N Mfukuli
Councillor, N M Mayeza
Councillor N Nguza
Councillor, M N L Madikizela
Councillor N Lusawana

DA

:

Councillor M N Dumisa
Councillor K Putuma
Councillor B L Marncé

EFF

:

Councillor Z Tshangase
Councillor L N Mashibini

Councillors (absent)

ANC

:

Councillor M Figlan (leave of absence)

AIC

:

Councillor T O Madikizela (no apology)

Officials (present)

:

Municipal Manager: Mr L H Mapholoba
Executive Manager: Corporate Services,
Dr P N Makoba
Executive Manager: Budget & Treasury Office,
Mr T L Mketsu
Executive Manager: Infrastructure and Technical
Services, Mr M Dondo
Executive Manager: Economic Development &
Spatial Planning, Mrs C D Vezi
Executive Manager: Community Social Services,
Ms P Qwabe
Manager: Risk & Auditing, Ms N Sikutshwa

"A People-Centred City of Economic Possibilities by 2047"

Assistant Manager: Communications & IGR,
Mrs N Matshoba
Assistant Manager: Operations, Ms H I Adkins
Committee Clerk, Ms B Mzamo
Committee Clerk, Ms N P Notununu
Committee Clerk, Ms T Satywa

Officials (absent)

:

None

"A People-Centred City of Economic Possibilities by 2047"

MINUTES

12.1.2 BUDGET AND TREASURY OFFICE: 2020/2021 FINAL OPERATING AND CAPITAL BUDGET

(File No.:5/1/3/4)

(Author: CFO)

(1st Level: Manco-11/05/2020)

(2nd Level: Budget St Comm-20/05/2020)

(3rd Level: EXCO-26/05/2020)

(4th Level: SP Council-28/05/2020)

1. RESOLVED

1.1 On 28 May 2020 the Council of Greater Kokstad Municipality met in the Council Chambers to consider the annual budget of the municipality for the financial year 2019/2020. The Council approved and adopted the following resolutions:

1.2 That in terms of section 24 of the Municipal Finance Management Act, 56 of 2003, the annual budget of the municipality for the financial year 2020/2021; and indicative allocations for the two projected outer years 2021/2022 and 2022/2023; and the multi-year and single year capital appropriations), are submitted to the Budget Steering Committee / Executive Committee for consideration, adjusted where necessary and approved as set-out in the following tables of the budget document:

- Budget Summary – Table A1
- Budgeted Financial Performance (revenue and expenditure by standard classification) - **Table A2**
- Budgeted Financial Performance (revenue and expenditure by municipal vote) - **Table A3**
- Budgeted Financial Performance (revenue by source and expenditure by type) - **Table A4**
- Multi-year and single-year capital appropriations (by municipal vote and standard classification and associated funding by source) - **Table A5.**

1.3 That the financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out in the following tables:

- Budgeted Financial Position- **Table A6**
- Budgeted Cash Flows – **Table A7**
- Cash backed reserves and accumulated surplus reconciliation – **Table A8**
- Asset management- **Table A9:** and
- Basic service delivery measurement – **Table A10**

1.4 That the Council of Greater Kokstad Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) approves and adopts with effect from 1 July 2020:

- **The tariffs for property rates**
 - That in terms of Section 8 of the Local Government: Property Rates Act, 2004 read together with the Rates Policy, as amended, and be adopted with the current budget, the Municipality may levy different Rates for different categories of Property.


- **The tariffs for electricity**
 - That the average Electricity Tariff increases of 6.24 % is hereby approved by Council, it being recorded that the proposed Municipal Electricity Tariff guideline is yet to be approved by NERSA and that any adjustment and revision must be in accordance with applicable legislation. Accordingly, the impacts of any changes to NERSA's proposed municipal tariff increase will need to be considered by the Council.
 - **The tariffs for the supply of refuse removal and other charges**
 - That other tariffs and charges as circulated with the budget document in terms of section 24(2)(c)(i) and (ii) be approved for the financial year commencing 1 July 2020.
- 1.5 That the Council approves the tabling of the Operational budget of **R420.073 million** and the Capital budget of **R102, 185 million**.
- 1.6 That the Council approves and adopts the budget related policies:
- Rates Policy
 - Tariff Policy
 - Cost Containment Policy
 - Budget Transfer and Virement Policy
 - Cash Management and Investment Policy
 - Subsistence and Travelling Policy
 - Borrowings Policy
 - Budget Policy
 - Credit control and Debt Collection Policy
 - Fixed Assets Management Policy
 - Indigent Policy
 - Funding and Reserves Policy
 - Supply Chain Management Policy
 - Petty Cash policy
 - Service Level Standard
- 1.7 That the Council notes the submission of the budget to Provincial Treasury and National Treasury.
- 1.8 That the Council notes the publication of approved 2020/2021 – 2022/2023 multi-year budget within five working days after the council has approved the Tabled budget.

- 1.9 That the Council notes the cash backing be implemented through the utilisation of a portion of the revenue generated from property rates to ensure that all capital reserves and provisions, unspent long-term loans and unspent conditional grants are cash backed as required in terms of the municipality's funding and reserves policy as prescribed by section 8 of the Municipal Budget and Reporting Regulations.
- 1.10 That Council approves the validity of the current indigent register to 30 June 2021.

NB: These Council minutes are subject to confirmation by the Council at its next Council Meeting.

CERTIFIED A TRUE EXTRACT FROM THE MINUTES OF THE ORDINARY COUNCIL MEETING HELD ON THURSDAY, 28 MAY 2020 AT 09H00 IN THE COUNCIL CHAMBER / MS TEAMS, KOKSTAD.

29/05/2020
DATE


MUNICIPAL MANAGER
MR L H MAPHOLOBA